

**October 9, 2014**

## **2014 Major Changes**

Changes made to individual forms and schedules are highlighted on the PDFs.

Obvious changes (reference and year end changes) are highlighted on the PDFs and are considered to be self-explanatory.

Other changes which are highlighted are explained with sticky notes on the file.

## **S Corporation Rate Change**

Due to the decrease in the personal income tax rate for 2014, the tax rates for S corporations with taxable income in Massachusetts of \$6 million or more has been increased.

The tax rate for corporations with income taxable in Massachusetts of \$6 million or more but less than \$9 million is now .0187, increased from .0183.

The tax rate for corporations with income taxable in Massachusetts of \$9 million or more is now .028, increased from .0275.

## **New Credits**

The Refundable Community Investment credit is new in 2014. See Schedule RF (Forms 355 and 355S, page 8) and Schedules U-CS and U-IC.

The Certified Housing Development credit is being claimed for the first time in 2014. See Schedule CR (Forms 355 and 355S, page 8) and Schedules U-CS and U-IC.

## **Expired Form**

Form P.S.1, Public Service Corporation Franchise Tax Return is now obsolete.